

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10,032  
May 7, 1986

**OFFERING OF TWO SERIES OF TREASURY BILLS**

**\$7,000,000,000 of 91-Day Bills, To Be Issued May 15, 1986, Due August 14, 1986**  
**\$7,000,000,000 of 182-Day Bills, To Be Issued May 15, 1986, Due November 13, 1986**

*To All Banking Institutions, and Others Concerned,  
in the Second Federal Reserve District:*

The following notice has been issued by the Treasury Department:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$14,000 million, to be issued May 15, 1986. This offering will provide about \$200 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$13,788 million. **Tenders will be received at Federal Reserve Banks and Branches and at the Bureau of the Public Debt, Washington, D.C. 20239, prior to 1:00 p.m., Eastern Daylight Saving time, Monday, May 12, 1986.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,000 million, representing an additional amount of bills dated February 13, 1986, and to mature August 14, 1986 (CUSIP No. 912794 KZ 6), currently outstanding in the amount of \$7,046 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,000 million, to be dated May 15, 1986, and to mature November 13, 1986 (CUSIP No. 912794 LK 8).

The bills will be issued on a discount basis under competitive and noncompetitive bidding, and at maturity their par amount will be payable without interest. Both series of bills will be issued entirely in book-entry form in a minimum amount of \$10,000 and in any higher \$5,000 multiple, on the records either of the Federal Reserve Banks and Branches, or of the Department of the Treasury.

The bills will be issued for cash and in exchange for Treasury bills maturing May 15, 1986. In addition to the maturing 13-week and 26-week bills, there are \$8,550 million of maturing 52-week bills. The disposition of this latter amount was announced last week. Tenders from Federal Reserve Banks for their own account and as agents for foreign and international monetary authorities will be accepted at the weighted average bank discount rates of accepted competitive tenders. Additional amounts of the bills may be issued to Federal Reserve Banks, as agents for foreign and international monetary authorities, to the extent that the aggregate amount of tenders for such accounts exceeds the aggregate amount of maturing bills held by them. For purposes of determining such additional amounts, foreign and international monetary authorities are considered to hold \$1,340 million of the original 13-week and 26-week issues. Federal Reserve Banks currently hold \$1,545 million as agents for foreign and international monetary authorities, and \$5,428 million for their own account. These amounts represent the combined holdings of such accounts for the three issues of maturing bills. Tenders for bills to be maintained on the book-entry records of the Department of the Treasury should be submitted on Form PD 4632-2 (for 26-week series) or Form PD 4632-3 (for 13-week series).

This Bank will receive tenders at the time indicated in the above notice at the Securities Department of its Head Office and at its Buffalo Branch. Tender forms for both series are enclosed. Please be sure to use them to submit tenders and return them in the enclosed envelope. Forms for submitting tenders directly to the Treasury are available from the Government Bond Division of this Bank. Tenders may not be submitted by telephone. Settlement must be made in cash or other immediately available funds or in maturing Treasury securities. Treasury Tax and Loan Note Option Depositories may make payment for Treasury bills by credit to their Treasury Tax and Loan Note Accounts.

A document containing the standard terms and conditions of Treasury bill offerings is enclosed; additional copies may be obtained from the Circulars Division of this Bank. Results of the previous weekly offering are shown on the reverse side of this circular.

E. GERALD CORRIGAN,  
*President.*

(Over)

**RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS**  
(TWO SERIES TO BE ISSUED MAY 8, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing August 7, 1986			:	maturing November 6, 1986		
	Discount	Investment		:	Discount	Investment	
	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>	:	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>
Low	6.05%	6.23%	98.471	:	6.08%	6.36%	96.926
High	6.07%	6.25%	98.466	:	6.10% -	6.38%	96.916
Average	6.07%	6.25%	98.466	:	6.09%	6.37%	96.921

Tenders at the high discount rate for the 13-week bills were allotted 30%.  
Tenders at the high discount rate for the 26-week bills were allotted 54%.

**TENDERS RECEIVED AND ACCEPTED**  
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 37,100	\$ 37,100	:	\$ 29,045	\$ 29,045
New York	26,369,345	6,222,780	:	20,130,815	5,380,715
Philadelphia	29,425	29,285	:	16,320	16,320
Cleveland	57,950	55,930	:	24,615	24,615
Richmond	45,160	45,160	:	50,000	38,620
Atlanta	37,070	37,070	:	47,505	33,205
Chicago	1,837,915	83,450	:	1,431,000	246,310
St. Louis	82,470	54,470	:	74,550	46,550
Minneapolis	11,260	10,860	:	11,770	11,770
Kansas City	59,115	59,115	:	45,960	45,925
Dallas	41,145	31,145	:	31,690	21,690
San Francisco	1,361,085	71,710	:	1,550,990	732,010
Treasury	340,670	340,670	:	374,075	374,075
<b>TOTALS</b>	<b>\$30,309,710</b>	<b>\$7,078,745</b>	:	<b>\$23,818,335</b>	<b>\$7,000,850</b>
<u>Type</u>			:		
Competitive	\$27,497,005	\$4,266,040	:	\$20,832,205	\$4,014,720
Noncompetitive	1,095,120	1,095,120	:	859,790	859,790
Subtotal, Public	\$28,592,125	\$5,361,160	:	\$21,691,995	\$4,874,510
Federal Reserve	1,540,925	1,540,925	:	1,500,000	1,500,000
Foreign Official Institutions	176,660	176,660	:	626,340	626,340
<b>TOTALS</b>	<b>\$30,309,710</b>	<b>\$7,078,745</b>	:	<b>\$23,818,335</b>	<b>\$7,000,850</b>

An additional \$45,240 thousand of 13-week bills and an additional \$179,060 thousand of 26-week bills will be issued to foreign official institutions for new cash.

1/ Equivalent coupon-issue yield.